

INVESTMENT COMMITTEE MEETING *

Maryland State Retirement and Pension System
120 E. Baltimore Street, 16th Floor, Board Room
Baltimore, Maryland 21202

Tuesday, 5/16/2023
9:00 AM - 12:45 PM ET

***NOTE: THIS IS AN IN-PERSON MEETING.** Trustees not able to attend in-person may attend virtually by requesting a WebEx meeting link from staff. Public attendees have the option of attending the open sessions of the meeting in-person or virtually by clicking on the meeting link in the meeting schedule section on the Agency's website.

- ACTION ITEM** 1. Ratification of Open Session Minutes **9:00 a.m.**
The Open Session Minutes of the February 21, 2023 Investment Committee meeting will be considered.

RATIFY.....AMEND.....DEFER

- ACTION ITEM** 2. Motion by the Investment Committee to meet in Closed Session **9:05 a.m.**
for the purposes of:
- a) reviewing the closed session Investment Committee minutes, pursuant to General Provisions Art., § 3-103(a)(1)(i), the exercise of an administrative function, and General Provisions Art., § 3-305(b)(13), to comply with a specific statutory requirement that prevents public disclosure, namely, General Provisions Art., § 3-306(c)(3)(ii), requiring that the minutes of a closed session be sealed and not be open to public inspection;
 - (b) interviewing candidates for the position of Public Advisor to the Investment Committee, pursuant to General Provisions Art., Section 3-103(a)(1)(i), the exercise of an administrative function and General Provisions Art., Section 3-305(b)(1)(i), the appointment, employment, assignment, promotion, discipline, demotion, compensation, removal, resignation, or performance evaluation of appointees, employees, or officials over whom it has jurisdiction;
 - (c) considering the selection of a candidate for the position of Public Advisor to the Investment Committee, for recommendation to the Board of Trustees, pursuant to General Provisions Art., Section 3-103(a)(1)(i), the exercise of an administrative function and General Provisions Art., Section 3-305(b)(1)(i), the appointment, employment, assignment, promotion, discipline, demotion, compensation, removal, resignation, or performance evaluation of appointees, employees, or officials over whom it has jurisdiction; and
 - d) presenting by staff of a sample Manager Due Diligence report including the analysis by staff, pursuant to General Provisions Art., Section 3-

305(b)(5), to consider the investment of public funds; and General Provisions Art., Section 3-305(b)(13), to comply with a specific statutory requirement that prevents public disclosure, namely, General Provisions Art. Sec. 4-335, preventing the disclosure of trade secrets and confidential commercial or financial information, General Provisions Art. Sec. 4-344, requiring denial of inspection of confidential interagency memoranda, and State Personnel and Pensions Article, Section 21-123(g) and Code of Maryland Regulations 22.01.02.03E, protecting from disclosure certain investment records.

CLOSED SESSION

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| ACTION ITEM | 3. Ratification of Closed Session Minutes | 9:05 |
| | The Closed Session minutes of the February 21, 2023 Investment Committee meeting will be considered. | a.m. |

RATIFY.....AMEND.....DEFER

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| INFORMATION | 4. Public Advisor Candidate Interviews | 9:10 |
| | The Committee will interview candidates for the Public Advisor position. | a.m. |

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| ACTION ITEM | 5. Public Advisor Candidate Selection | 10:10 |
| | The Committee will select a Public Advisor candidate to recommend to the Board of Trustees. | a.m. |

APPROVE.....DISAPPROVE

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| INFORMATION | 6. Review of Investment Diligence Process for Absolute Return Manager | 10:30 |
| | Staff will present a confidential summary of the diligence process for an Absolute Return manager. | a.m. |

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| ACTION ITEM | 7. Motion by the Investment Committee to adjourn closed session and return to open session | 10:50 |
| | | a.m. |

APPROVE.....DISAPPROVE

OPEN SESSION

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| INFORMATION | 8. Report from CIO | 10:55 |
| | The staff will present a 1Q23 investment performance update and a summary of portfolio characteristics to the Committee. | a.m. |

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| INFORMATION | 9. Meketa Reports | 11:20 |
| | Meketa Investment Group will present a March 31, 2023 performance update and a current market overview. Reports are attached in EXHIBIT BOOK. | a.m. |

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| INFORMATION | 10. Absolute Return Review
The Committee will receive a presentation from Aksia (the System's hedge fund consultant) and staff. Aksia's report is attached in EXHIBIT BOOK | 11:35
a.m. |
| INFORMATION | 11. Meketa Absolute Return Asset Class
Meketa Investment Group will present background on the asset allocation role of Absolute Return, the role it is expected to play going forward and alternative models for hedge fund portfolios. Reports are attached in EXHIBIT BOOK. | 11:55
a.m. |
| ACTION ITEM | 12. Review of the Criteria for the Chief Investment Officer's Evaluation

APPROVE.....DISAPPROVE.....DEFER | 12:15
p.m. |
| INFORMATION | 13. Investment Reports
The Committee will receive the following reports:
> State Street Performance Reports
> Terra Maria Performance Reports
> TUCS Report
> Private Markets Performance Reports
> Securities Lending Report
> Division's FY23 Travel Plan - Update
> Quarterly ORP Performance Report
> OPEB-PHBT Update
> New Hire Manager Report
On the Directors Desk:
> Broker Commission Reports
> Quarterly Manager Fee Report | 12:25
p.m. |
| INFORMATION | 14. Committee Led Discussion
The Committee members will discuss new items or other issues of their choosing. | 12:30
p.m. |
| ACTION ITEM | 15. Motion by the Investment Committee to adjourn meeting

APPROVE.....DISAPPROVE | 12:45
p.m. |
| INFORMATION | 16. NEXT INVESTMENT COMMITTEE MEETING - SEPTEMBER 19, 2023 @ 9:00 a.m. | |